

Tobin & Co.

Milton Township

Antrim County, Michigan

Audit Report

For the Year Ended March 31, 2005

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name MILTON TOWNSHIP	County ANTRIM
Audit Date 3/31/05	Opinion Date 9/26/05	Date Accountant Report Submitted to State: 9/30/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.	X		
Reports on individual federal financial assistance programs (program audits).			X
Single Audit Reports (ASLGU).			X

TOBIN & CO., P.C.

400 E. EIGHTH ST.
TRAVERSE CITY, MI 49686-2668

Certified Public Accountant (Firm Name)			
Street Address 231-947-0151		City	State MI
Accountant Signature John D. Tobin		Date	

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INTRODUCTORY SECTION

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Comments and Recommendations

We have audited the basic financial statements of Milton Township, Antrim County, for the year ended March 31, 2005 and have issued our report thereon. As part of our examination, we made a study and evaluation of the Township's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Township's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

Our study and evaluation made for the limited purpose described above would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal control of Milton Township taken as a whole. As a result of our examination, we respectfully submit the following comments and recommendations.

General

The records were maintained in satisfactory condition for the year. The current accounting software appears to be functioning correctly. The Treasurer continues to maintain her treasurer account records on Microsoft Excel software, and this process is operating as intended.

When we began our audit, the Treasurer's cash balances had been reconciled to the Clerk's general ledger through February 28, 2005, but the required adjusting entries had not been made to the Clerk's general ledger. This process must be more timely. Without a properly adjusted general ledger, the financial information on which the Board makes decisions is not accurate.

Budgets and Procedures

The Township prepared and adopted budgets for all funds. In the General Fund, several cost centers exceeded their expenditure budgets. This violates the provisions of the Uniform Budgeting Act, and greater care should be exercised in the future over this important area.

Bank Accounts

All Township deposits are at one bank, and of those funds \$1,442,147 is uninsured by the Federal Deposit Insurance Corporation at March 31, 2005. While we are not recommending any modification to existing bank relationships, the Board should continue to be aware of this fact and monitor the safety of the Township's assets.

Government-wide Financial Statements

The total net assets of the Township were \$2,494,480 at March 31, 2005. Of this total, \$1,183,535 consists of the undepreciated cost of capital assets, net of related debt, and \$994,071 is unrestricted and may be used for the general operation of the Township.

The net assets of the Township increased by \$134,870 as indicated in the Statement of Activities for the year ended March 31, 2005.

General Fund

The General Fund is presented on Schedule 1. The fund balance decreased during the year by \$11,735 and amounted to \$460,857 at March 31, 2005.

Fire Fund

This fund, presented on Schedule 2, is used to account for a special voted levy for fire protection. The Fund balance increased by \$89,636 during the year, and the ending Fund balance was \$388,646.

Liquor Law Enforcement Fund

This Fund, presented on Schedule 4, is used to account for liquor license refunds from the State of Michigan. These fees may be used only to enforce the State liquor laws. The Fund balance at March 31, 2005 was \$6,535.

Park Fund

This Fund, presented on Schedule 4, was created to account for transactions relating to the Township park. Revenues amounted to \$46,058. The Fund balance at March 31, 2005 was \$43,309.

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Comments and Recommendations

Special Revenue Funds

The Township should create a Special Revenue Fund to account for revenues received for the Metro Act. The new fund will be similar to the Fire Fund.

Property Tax Administration Fees

As permitted by statute, Milton Township levied a 1% administration fee on all 2004 property taxes. This fee may be used only for such property tax administration expenses as assessing, collecting, and the review and appeal process. As noted on Schedule 6, the accumulated excess of expenses over fee collections at March 31, 2005 was \$42,036. Costs allocated to the administration fee should be reviewed each year.

Property Tax Collections

The collection and distribution of the 2004 tax levy has handled well by the Township Treasurer. Paid receipts were filed in order of payment, and deposits appeared to be made timely and intact. Distributions were made to taxing units at March 31, 2005. These distributions should be made soon after the Treasurer settles with the County Treasurer.

Capital Assets

Capital assets are now required to be depreciated over their useful lives with the undepreciated cost presented in the Statement of Net Assets. This is a new requirement of GASB #34.

Insurance and Surety Bond Coverage

Records reflect that the Township has such coverage as fire and extended coverage, general liability, equipment, errors and omissions, crime and workmen's compensation. Coverage was reviewed during the audit year. The Clerk, Treasurer, Deputy Clerk, Deputy Treasurer, have surety bond coverage.

Inter-fund Loans

There were no inter-fund loans during the year.

Payroll Procedures

Payroll records appeared to be in proper order. Computerized records are now being utilized. There was some difficulty in the preparation of the 4th quarter 2004 payroll tax return, and we are assisting the Clerk with the preparation of that return.

Other Data

We were pleased to note the use of interest bearing accounts which resulted in earned interest of nearly \$20,200 for the audit year. We commend efforts of the Treasurer and Board members in this important area of financial management.

After completion of our audit, we will submit the necessary copies of our report to the State Department of Treasury.

We appreciate the courtesy extended our field auditor in the conduct of this audit.

Your confidence is respected. Please contact us if questions arise or assistance is needed.

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FINANCIAL SECTION

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REPORT OF INDEPENDENT AUDITOR

To the Township Board
Milton Township
Antrim County
Kewadin, Michigan 49648

We have audited the accompanying financial statements of the governmental activities and each major fund of Milton Township as of and for the year ended March 31, 2005, which collectively comprise the Township's basic financial statements, as listed in the Table of Contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities and each major fund of Milton Township at March 31, 2005, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by the GASB. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules listed in the Table of Contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of Milton Township. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Tobin & Co., P.C.

TOBIN & CO., P.C.
Certified Public Accountants
September 26, 2005

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MILTON TOWNSHIP MANAGEMENT'S DISCUSSION AND ANALYSIS

As the Township Administrative Officials of the Milton Township, Antrim County, we offer readers of the township's financial statements this narrative overview and analysis of the financial activities of Milton Township for the fiscal year ended March 31, 2005.

Financial Highlights

The assets of Milton Township exceeded its liabilities at the close of the most recent fiscal year by \$2,494,480. Of this amount, \$994,071 may be used to meet the Township's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, Township's governmental funds reported combined ending fund balances of \$966,189, an increase of \$146,301 in comparison with the prior year. The total amount, \$921,732 is available for spending at the Township's discretion.

At the end of the current fiscal year, unreserved fund balance for the general fund was \$460,857, or 85% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Milton Township's basic financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information, in addition to the basic financial statements themselves.

1. Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-section business.

The **statement of net assets** presents information on all of the Township's assets and liabilities, with the difference between the two reported as **net assets**. Over time, increases or decreases in net assets may serve as a useful indicator of whether the Township's financial position is improving or deteriorating.

The **statement of activities** presents information showing how the Township's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, earned but unused credits, and used but not paid expenses).

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (**governmental activities**) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (**business-type activities**). The governmental activities of the Township include: General Government, Public Safety, Road Projects, Recreation and Culture, and Township Improvements. Milton Township does not have any business-type activities (examples would include water and sewer, golf courses, etc.).

2. Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Milton Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Milton Township are categorized as governmental funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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Milton Township maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Fire Fund, which are considered to be major funds. All Township government activities are included in these six funds.

The Township adopts an annual appropriated budget for its general fund and special revenue funds. A budgetary comparison statement has been provided for the general fund and other major funds to demonstrate compliance with this budget.

3. Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

General Fund Analysis and Highlights

The general fund is the chief operating fund of the Township. At the end of the current fiscal year, unreserved fund balance of the general fund and the total fund balance was \$460,857. Unreserved fund balance represents 85% of total general fund expenditures for the year.

The fund balance of the Township's general fund decreased by \$11,735 during the current fiscal year.

Differences between the original budget and the final amended budget were minimal. No increase or decrease in appropriations of the total budget was made during the year. The total dollars spent in general fund activities was \$5,805 less than appropriated.

For the most part, increases in expenses closely paralleled inflation and growth in the demand for services

Analysis of Balances and Transaction of the Other Township Funds

The Fire Fund is maintained by a special assessment district millage of one mil. These funds can only be used in conjunction with our Fire Department operations. Property taxes collected during the year amounted to \$199,345. At the end of the current fiscal year, the total fund balance was \$388,646. This fund increased by \$89,636 over the previous fiscal year's fund balance.

Capital Asset and Debt Administration

Capital Assets

The Township's investment in capital assets for its governmental activities as of March 31, 2005, amounts to \$1,531,398. This investment in capital assets includes: several parcels of land, Township Hall, Fire and Rescue Barns, Fire and Rescue Trucks and Equipment, and Office Furniture and Equipment. This is the first year that the total Township's investment in capital assets has been assessed and reported. All of our government funds report capital outlays as expenditures. However, in the government-wide financial statements, the cost of the assets is allocated over their useful life. This fiscal year the amount by which depreciation exceeded capital outlays was \$44,569.

The Parks Fund is used for operations and improvements to Township parks. The principal revenue source for this fund is cable television franchise fees which amounted to \$25,202 for the year. The ending fund balance was \$43,309.

Cash Assets

At the end of the current fiscal year, the Township had \$1,014,610 in cash and other spendable assets. Of this amount, \$972,310 (96%) was held in Money Market Funds and certificates of deposit and was earning interest; the remainder is held in the Township's checking accounts. The Township is limited by State law in how it can invest these funds, and we have made no changes in our investment strategy in several years.

Long-term Debt

At the end of the current fiscal year, the Township had bonded and installment debt outstanding of \$347,863. This was incurred in connection with the acquisition of land, construction of the fire hall, and a special assessment district road improvement.

Pension Plan

The Township has a defined contribution retirement plan for all elected officials and full-time employees (not firemen and seasonal employees). The Township makes contributions equal to 10% of each covered employee's wage. This is an expensed item in the budget and totaled \$15,005 for the fiscal year.

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Requests for Information

This financial report is designed to provide a general overview of Milton Township's finances for all those with an interest in the Township's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. Lon Barge, Supervisor, Milton Township, 7023 Cherry Avenue, Kewadin, MI 49648 (231-264-6612).

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Milton Township Statement of Net Assets March 31, 2005

		Governmental Activities <u>And Total</u>
<u>Assets</u>		
Cash and Cash Equivalents		\$ 1,014,610
Special Assessment Receivable:		
Current		4,208
Deferred		312,666
Taxes Receivable		27,882
Capital Assets:		
Land	\$ 344,523	
Other Capital Assets, Net of Depreciation	<u>1,186,875</u>	<u>1,531,398</u>
Total Assets		<u>2,890,764</u>
<u>Liabilities</u>		
Accounts Payable and Accrued Expenses		48,421
Long-term Liabilities:		
Due Within One Year		33,827
Due in More Than One Year		<u>314,036</u>
Total Liabilities		<u>396,284</u>
<u>Net Assets</u>		
Invested in Capital and Intangible Assets, Net of Related Debt		1,183,535
Restricted for:		
Special Assessments		316,874
Unrestricted		<u>994,071</u>
Total Net Assets		<u>\$ 2,494,480</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township Statement of Activities March 31, 2005

Functions/Programs	<u>Expenses</u>	<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities and Total</u>
Governmental Activities:				
Legislative	\$ 45,944	\$ -	\$ -	\$ (45,944)
General Government	330,118	45,947	-	(284,171)
Public Safety	180,243	-	-	(180,243)
Public Works	136,388	-	-	(136,388)
Recreation and Cultural	35,136	-	-	(35,136)
Interest on Long-Term Debt	11,650	-	-	(11,650)
Total Governmental Activities	<u>\$ 739,479</u>	<u>\$ 45,947</u>	<u>\$ -</u>	<u>(693,532)</u>
General Revenues:				
Property Taxes				551,996
Grants and Contributions Not Restricted to Specific Programs				138,570
Unrestricted Investment Earnings				20,196
Miscellaneous				117,640
Total General Revenues				828,402
Change in Net Assets				134,870
Net Assets -- Beginning				<u>2,359,610</u>
Net Assets -- Ending				<u>\$ 2,494,480</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township Balance Sheet Governmental Funds March 31, 2005

	<u>General</u>	<u>Fire</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>				
Cash and Cash Equivalents	\$ 509,278	\$ 388,646	\$ 116,686	\$ 1,014,610
Special Assessment:				
Current	-	-	4,208	4,208
Deferred	-	-	312,666	312,666
Taxes Receivable	<u>14,935</u>	<u>12,947</u>	<u>-</u>	<u>27,882</u>
Total Assets	<u>\$ 524,213</u>	<u>\$ 401,593</u>	<u>\$ 433,560</u>	<u>\$ 1,359,366</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts Payable	\$ 45,530	\$ -	\$ -	\$ 45,530
Wages, Pension, and Payroll Taxes	2,891	-	-	2,891
Deferred Revenue	<u>14,935</u>	<u>12,947</u>	<u>316,874</u>	<u>344,756</u>
Total Liabilities	<u>63,356</u>	<u>12,947</u>	<u>316,874</u>	<u>393,177</u>
Fund Balances:				
Reserved				
Unreserved	<u>460,857</u>	<u>388,646</u>	<u>116,686</u>	<u>966,189</u>
Total Fund Balances	<u>460,857</u>	<u>388,646</u>	<u>116,686</u>	<u>966,189</u>
Total Liabilities and Fund Balances	<u>\$ 524,213</u>	<u>\$ 401,593</u>	<u>\$ 433,560</u>	
Amounts reported for governmental activities on the statement of net assets are different because:				
Capital and intangible assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.				1,531,398
Property taxes receivable are not deferred in the statement of net assets.				27,882
Long-term liabilities do not use current financial resources, and therefore, are not reported in the funds.				(347,863)
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.				<u>316,874</u>
Net assets of governmental activities.				<u>\$ 2,494,480</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2005

	General	Fire	Other Governmental Funds	Total Governmental Funds
<u>Revenues</u>				
Taxes	\$ 340,170	\$ 211,826	\$ -	\$ 551,996
Licenses and Permits	4,170	-	25,208	29,378
State Grants	137,278	-	1,292	138,570
Charges for Services	16,569	-	-	16,569
Interest and Rents	18,195	4,184	577	22,956
Other	17,038	738	97,104	114,880
Total	<u>533,420</u>	<u>216,748</u>	<u>124,181</u>	<u>874,349</u>
<u>Expenditures</u>				
Legislative	45,944	-	-	45,944
General Government	240,088	-	-	240,088
Public Safety	39,599	87,101	1,155	127,855
Public Works	105,875	-	18,615	124,490
Recreation and Cultural	28,756	-	6,380	35,136
Other	69,399	-	-	69,399
Capital Outlay	12,904	27,444	-	40,348
Debt Service	2,590	12,567	29,631	44,788
Total	<u>545,155</u>	<u>127,112</u>	<u>55,781</u>	<u>728,048</u>
<u>Excess Revenues (Expenditures) and Net Change in Fund Balances</u>	(11,735)	89,636	68,400	146,301
Fund Balance – Beginning of Year	<u>472,592</u>	<u>299,010</u>	<u>48,286</u>	<u>819,888</u>
Fund Balance – End of Year	<u>\$ 460,857</u>	<u>\$ 388,646</u>	<u>\$ 116,686</u>	<u>\$ 966,189</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Activities
For the Year Ended March 31, 2005

Net change in fund balances -- total governmental funds	\$ 146,301
Governmental fund report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation and amortization exceeded capital assets and costs of intangible assets in the current period.	(44,569)
Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount of repayment during the period.	<u>33,138</u>
Changes in net assets of governmental activities	<u>\$ 134,870</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township
Statement of Fiduciary Net Assets
March 31, 2005

Assets	Agency Funds
Cash and Investments	\$ 14,749
Total Assets	<u>14,749</u>
Liabilities	
Undistributed Taxes and Interest	<u>14,749</u>
Total Liabilities	<u>14,749</u>
Net Assets	<u>\$ -</u>

See Accompanying Notes to Basic Financial Statements

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Milton Township Notes to Financial Statements March 31, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Milton Township is a general law township located in Antrim County. Population as of the 2000 census was 2,072, and the current state equalized valuation for taxable property is \$392,840,250.

The Township's basic financial statements include the accounts of all Township operations. The criteria for including organizations within the Township's reporting entity, as set forth in GASB No. 14, "*The Financial Reporting Entity*" includes oversight responsibility, fiscal dependency and whether the financial statements would be misleading if data were not included.

Based on the above criteria, there are no other organizations included in these financial statements.

B. Basis of Presentation

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Township. The effect of interfund activity, within the governmental activities column, has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements:

The Township segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The Township has presented the following governmental funds:

General Fund – This fund is used to account for all financial transactions not accounted for in another fund, including the general operating expenditures of the Township. Revenues are derived primarily from property taxes, state distributions or grants, and other intergovernmental revenues.

Special Revenue Funds – These funds are used to account for specific governmental revenues (other than expendable trusts and major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Permanent Funds – These funds are used to account for resources that are legally restricted to the extent that only the earnings, and not the principal, may be used for purposes that support the reporting government's programs.

Fiduciary Funds

These funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

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Milton Township
Notes to Financial Statements
March 31, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund and agency fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Township considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenue susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. All other governmental fund revenues are recognized when received.

D. Budgets

The General Fund and Special Revenue Funds are under formal budgetary control. Budgets shown in the required supplementary schedules for these funds were prepared on a basis not significantly different from the modified accrual basis used to reflect actual results and consist only of those amounts contained in the formal budget approved and amended by the Township.

In the body of the financial statements and the required supplementary schedules, the Township's actual and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets for these funds were adopted to the activity or cost center level.

For budgetary purposes appropriations lapse at fiscal year end.

E. Capital Assets

Capital assets, which includes property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest is capitalized during the construction period on property, plant and equipment.

Tobin & Co.

Milton Township
Notes to Financial Statements
March 31, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Capital Assets (Continued)

Assets capitalized have an original cost of \$1,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Land Improvements	10 - 20 years
Buildings and Improvements	25 - 40 years
Vehicles	5 - 10 years
Machinery and Equipment	5 - 10 years
Furniture and Equipment	3 - 10 years

F. Property Tax Procedures and Collections

Properties are assessed as of December 31 and the related property taxes become a lien the following July 1 and/or December 1. Real property taxes are collected by the Township Treasurer through February 28 of each year. As of March 1, uncollected real property taxes are returned delinquent to, and collected by, the County Treasurer. Personal property taxes remain the responsibility of the Township Treasurer to collect. It is the policy of the Township to record the real property taxes in the year of levy.

During the collection period prior to March 1, the Township Treasurer makes distribution of the property tax collections to the various taxing units (County, School District, etc.) as required by statute.

For the fiscal year the Township levied property taxes as follows:

	SEV	Taxable Value	Millage Rate
General Operating	\$392,840,250	\$217,751,642	.9230
Fire Protection	\$390,557,300	\$215,468,692	1.0000
Ambulance Service	\$392,840,250	\$217,751,642	.1844
Roads	\$392,840,250	\$217,751,642	.1568

G. Investments

At March 31, 2005, the Township had no investments.

H. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Fiduciary Fund Type and Non-expendable Trust Funds consider all highly liquid investments with a remaining maturity of three months or less when purchased to be cash equivalents.

Tobin & Co.

Milton Township Notes to Financial Statements March 31, 2005

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. We noted no violations of legal provisions and/or contractual provisions of various agreements related to financial matters.
- B. All funds had positive fund balances at March 31, 2005.
- C. Public Act 621 of 1978, Section 18, provides that a local unit shall not incur expenditures in excess of the amount appropriated. During the year ended March 31, 2005, expenditures in five cost centers exceeded budgets.

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Legal Provisions for Deposits and Investments

Act 20, Public Acts of 1943, as amended by Act 217, Public Acts of 1982, and Act 196, Public Acts of 1997, states that the Township, by resolution, may authorize the Treasurer to invest surplus funds as follows:

- (1) In bonds and other direct obligations of the United States or an agency or instrumentality of the United States.
- (2) In certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation or a credit union which is insured by the National Credit Union Administration, but only if the bank, savings and loan association, or credit union complies with subsection (2).
- (3) In commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and which matures not more than 270 days after date of purchase.
- (4) Repurchase agreements consisting of instruments defined in (1) above.
- (5) In bankers' acceptances of United States Banks.
- (6) Obligations of the State of Michigan or any of its political subdivisions that at the time of purchase are rated as investment grade by not less than one standard rating service.
- (7) In mutual funds registered under the investment company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by local units of government in Michigan.

B. Types of Deposits and Investments

The Township had \$1,574,381 deposited with local financial institutions at March 31, 2005 with a carrying value of \$1,014,610. Interpreting the FDIC insurance coverage of \$100,000 of demand deposits and \$100,000 of time deposits per financial institution, the Township had \$1,442,147 of uninsured deposits at March 31, 2005.

Tobin & Co.

Milton Township Notes to Financial Statements March 31, 2005

NOTE 4 - CAPITAL/INTANGIBLE ASSETS

	<u>3/31/04</u>	<u>Additions</u>	<u>Deletions</u>	<u>3/31/05</u>
Governmental Activities:				
Land and Improvements	\$ 327,908	\$ 16,615	\$ -	\$ 344,523
Buildings and Improvements	801,197	-	-	801,197
Machinery and Equipment	151,964	15,779	-	167,743
Office Furniture and Equipment	-	7,954	-	7,954
Vehicles	690,708	-	-	690,708
Intangible	<u>297,440</u>	<u>-</u>	<u>-</u>	<u>297,440</u>
Total	2,269,217	40,348	-	2,309,565
Less Accumulated Depreciation	<u>(693,250)</u>	<u>(84,917)</u>	<u>-</u>	<u>(778,167)</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,575,967</u>	<u>\$ (44,569)</u>	<u>\$ -</u>	<u>\$ 1,531,398</u>

Intangible assets at March 31, 2005 consisted of major improvements to roads owned and maintained by Antrim County: Cost \$297,440 less accumulated amortization of \$11,898.

NOTE 5 - LONG-TERM DEBT

A summary of long-term debt principal maturities and interest requirements is as follows:

<u>Year Ending</u>	<u>Weathertop</u>	<u>Land Contract</u>	<u>Fire Hall</u>	<u>Total</u>
March 31, 2006	\$ 38,688	\$ 2,590	\$ 12,567	\$ 53,845
March 31, 2007	42,394	2,590	12,567	57,551
March 31, 2008	40,956	2,590	-	43,546
March 31, 2009	39,519	2,592	-	42,111
March 31, 2010	38,081	-	-	38,081
Thereafter	<u>249,194</u>	<u>-</u>	<u>-</u>	<u>249,194</u>
Total	448,832	10,362	25,134	484,328
Less Interest	<u>133,832</u>	<u>1,189</u>	<u>1,444</u>	<u>136,465</u>
	<u>\$ 315,000</u>	<u>\$ 9,173</u>	<u>\$ 23,690</u>	<u>\$ 347,863</u>

NOTE 6 - LOANS AND TRANSFERS BETWEEN FUNDS

There were no inter-fund loans, advances or transfers during the audit year.

NOTE 7 - INVENTORIES

Milton Township does not maintain a substantial inventory of supplies or materials. Purchases are normally made as needed, and the items are recorded as expenses when purchased.

Tobin & Co.

Milton Township
Notes to Financial Statements
March 31, 2005

NOTE 8 - RETIREMENT PLAN

The Township participates in a defined pension plan for Michigan Township employees through Manufacturers Life Insurance Company. Listed below is a summary of the significant plan provisions as amended by Board resolution effective June 1, 2002:

A. Eligibility Requirements

1. Attained age of 18.
2. No minimum service requirement.
3. All elected officials and full-time employees, except firemen and seasonal employees.

B. Contributions

1. 10% of annual compensation is funded annually.
2. Compensation determined by the basic annual rate of compensation in effect at the beginning of the plan year.
3. Township pays 100% of required annual contribution.

C. Vesting

1. Contributions are vested to the employee immediately upon entering the plan..

D. Plan Administration

1. The plan is administered by the Township Supervisor and Clerk. During the year ended March 31, 2005, the total Township contribution for the plan year, June 1, 2004 to May 31, 2005 was \$15,005. Covered payroll for the year was \$150,050 with total payroll of \$205,302 for all employees. The plan was funded at the required contribution amount.

NOTE 9 - ACCOUNTS/TAXES RECEIVABLE

Delinquent taxes receivable of \$14,935 in the General Fund and \$12,947 in the Special Revenue Funds, represent 2004 real property tax and property tax administration fees returned delinquent to the County Treasurer for collection as of March 1, 2005.

NOTE 10 - PROPERTY TAX ADMINISTRATION FEES

As permitted by statute, the Township levied a 1% administration fee on all 2004 property taxes. This fee may be used only to offset such property tax administration expenses as assessing, collecting, and the review and appeal process. Fee expenditures exceeded collections for the audit year by \$2,534, and at March 31, 2005 accumulated fee expenditures exceeded collections by \$42,036.

NOTE 11 - CONTINGENT LIABILITIES

Township officials are aware of no contingent liabilities as of March 31, 2005.

NOTE 12- RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the audit year the Township addressed these risks through the purchase of commercial insurance through Municipal Underwriters of Michigan. There was no significant reduction of insurance coverage from prior years nor have the amounts of any settlements exceeded insurance coverage in any of the past three fiscal years.

NOTE 13- COMPENSATED ABSENCES

The Township provides no compensated absences.

SUPPLEMENTAL DATA SECTION

Tobin & Co.

Milton Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
General Fund
For the Year Ended March 31, 2005

Schedule 1
Page 1

Revenues	Budgetary Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
Taxes:				
Current Taxes	\$ 183,190	\$ 183,190	\$ 258,507	\$ 75,317
Delinquent Taxes	20,573	20,573	16,751	(3,822)
Property Tax Administration Fees	55,301	55,301	64,912	9,611
State Grants:				
State Shared Revenues	135,000	135,000	137,278	2,278
Charges for Services:				
Licenses and Fees	27,100	27,100	20,739	(6,361)
Interest and Rents:				
Earned Interest	12,000	12,000	15,435	3,435
Rents and Royalties	1,500	1,500	2,760	1,260
Other:				
Miscellaneous	32,736	32,736	17,038	(15,698)
Total Revenues	467,400	467,400	533,420	66,020
Expenditures				
Legislative:				
Township Board:				
Salaries and Wages	-	-	4,510	-
Legal and Audit	-	-	32,432	-
Office Supplies	-	-	2,493	-
Dues	-	-	3,623	-
Mileage and Travel	-	-	33	-
Printing and Publishing	-	-	2,362	-
Other Expenses	-	-	491	-
Total	25,600	25,600	45,944	(20,344)
Total Legislative	25,600	25,600	45,944	(20,344)
General Government:				
Township Supervisor:				
Salaries and Wages	-	-	20,000	-
Supplies	-	-	188	-
Total	22,000	22,000	20,188	1,812
Elections:				
Salaries and Wages	-	-	3,150	-
Office Supplies	-	-	1,411	-
Education	-	-	270	-
Miscellaneous	-	-	692	-
Total	5,200	5,200	5,523	(323)

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Milton Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund For the Year Ended March 31, 2005

Schedule 1
Page 2

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures (Continued)				
General Government (Continued):				
Assessor:				
Contracted Services	-	-	30,000	-
Legal	-	-	572	-
Supplies	-	-	158	-
Computer Services	-	-	4,639	-
Total	<u>34,800</u>	<u>34,800</u>	<u>35,369</u>	<u>(569)</u>
Clerk:				
Salaries and Wages	-	-	18,000	-
Salary - Deputy	-	-	4,545	-
Contracted Services	-	-	921	-
Office Supplies	-	-	1,194	-
Dues	-	-	40	-
Education	-	-	325	-
Miscellaneous	-	-	82	-
Total	<u>25,400</u>	<u>25,400</u>	<u>25,107</u>	<u>293</u>
Board of Review:				
Salaries and Wages	-	-	1,000	-
Printing and Publishing	-	-	26	-
Education	-	-	215	-
Miscellaneous	-	-	33	-
Total	<u>1,600</u>	<u>1,600</u>	<u>1,274</u>	<u>326</u>
Treasurer:				
Salaries and Wages	-	-	23,900	-
Salary – Deputy	-	-	1,395	-
Office Supplies	-	-	3,269	-
Computer Services	-	-	2,722	-
Education	-	-	180	-
Miscellaneous	-	-	99	-
Total	<u>35,700</u>	<u>35,700</u>	<u>31,565</u>	<u>4,135</u>
Township Hall and Grounds:				
Salaries and Wages	-	-	3,600	-
Office Supplies	-	-	4,262	-
Contracted Services	-	-	3,679	-
Telephone	-	-	2,584	-
Utilities	-	-	5,521	-
Maintenance and Repairs	-	-	1,855	-
Total	<u>29,300</u>	<u>29,300</u>	<u>21,501</u>	<u>7,799</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Milton Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
General Fund
For the Year Ended March 31, 2005

Schedule 1
Page 3

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>Expenditures (Continued)</u>	<u>Original</u>	<u>Final</u>		
General Government (Continued):				
Planning and Zoning:				
Salaries and Wages	-	-	48,585	-
Office Supplies	-	-	1,540	-
Legal	-	-	30,764	-
Contracted Services	-	-	10,006	-
Printing and Publishing	-	-	1,613	-
Education	-	-	2,538	-
Miscellaneous	-	-	1,065	-
Total	<u>99,150</u>	<u>99,150</u>	<u>96,111</u>	<u>3,039</u>
Cemetery:				
Salaries and Wages	-	-	3,300	-
Supplies	-	-	150	-
Total	<u>6,800</u>	<u>6,800</u>	<u>3,450</u>	<u>3,350</u>
Total General Government	<u>259,950</u>	<u>259,950</u>	<u>240,088</u>	<u>19,862</u>
Public Safety:				
Fire and Ambulance:				
Contracted Services – Ambulance	<u>38,510</u>	<u>38,510</u>	<u>39,599</u>	<u>(1,089)</u>
Total Public Safety	<u>38,510</u>	<u>38,510</u>	<u>39,599</u>	<u>(1,089)</u>
Public Works:				
Roads	83,000	83,000	83,028	(28)
Street Lights	2,500	2,500	1,831	669
Trash Disposal	<u>30,000</u>	<u>30,000</u>	<u>21,016</u>	<u>8,984</u>
Total Public Works	<u>115,500</u>	<u>115,500</u>	<u>105,875</u>	<u>9,625</u>
Recreation and Culture:				
Parks and Recreation:				
Salaries and Wages	-	-	15,000	-
Supplies	-	-	1,319	-
Repair and Maintenance	-	-	12,437	-
Total Recreation and Culture	<u>18,000</u>	<u>18,000</u>	<u>28,756</u>	<u>(10,756)</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Milton Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
General Fund
For the Year Ended March 31, 2005

Schedule 1
Page 4

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>Expenditures (Continued)</u>	<u>Original</u>	<u>Final</u>		
Other:				
Payroll Taxes and Fringe Benefits	60,000	60,000	51,493	8,507
Insurance	20,000	20,000	17,906	2,094
Debt Service	-	-	2,590	(2,590)
Capital Outlay	9,400	9,400	12,904	(3,504)
Contingency	4,000	4,000	-	4,000
Total Other	<u>93,400</u>	<u>93,400</u>	<u>84,893</u>	<u>8,507</u>
Total Expenditures	<u>550,960</u>	<u>550,960</u>	<u>545,155</u>	<u>5,805</u>
Excess Revenues (Expenditures)	(1) <u>\$ (83,560)</u>	<u>\$ (83,560)</u>	(11,735)	<u>\$ 71,825</u>
Fund Balance – Beginning of Year			<u>472,592</u>	
Fund Balance – End of Year			<u>\$ 460,857</u>	
(1) Budgeted from Fund Balance				

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Milton Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Fire Fund
For the Year Ended March 31, 2005

Schedule 2

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Taxes:				
Current Taxes	\$ 189,783	\$ 189,783	\$ 202,109	\$ 12,326
Delinquent Taxes	9,562	9,562	9,717	155
Interest and Rents:				
Earned Interest	6,000	6,000	4,184	(1,816)
Other:				
Donations and Miscellaneous	-	-	738	738
Total Revenues	<u>205,345</u>	<u>205,345</u>	<u>216,748</u>	<u>11,403</u>
<u>Expenditures</u>				
Salaries and Wages	25,000	25,000	28,990	(3,990)
Payroll Taxes	2,000	2,000	2,172	(172)
Supplies – Including Medical	5,700	5,700	7,945	(2,245)
Professional Services	2,700	2,700	2,186	514
Telephone	1,500	1,500	2,083	(583)
Memberships and Dues	-	-	235	(235)
Insurance	14,000	14,000	9,621	4,379
Utilities	7,500	7,500	7,442	58
Maintenance and Repairs	12,000	12,000	14,865	(2,865)
Education	5,500	5,500	1,330	4,170
Miscellaneous	15,100	15,100	10,232	4,868
Capital Outlay	112,500	112,500	27,444	85,056
Debt Service Payments	12,600	12,600	12,567	33
Contingency	<u>10,245</u>	<u>10,245</u>	<u>-</u>	<u>10,245</u>
Total Expenditures	<u>226,345</u>	<u>226,345</u>	<u>127,112</u>	<u>99,233</u>
Excess Revenues (Expenditures)	(1) \$ <u>(21,000)</u>	\$ <u>(21,000)</u>	89,636	\$ <u>110,636</u>
Fund Balance – Beginning of Year			<u>299,010</u>	
Fund Balance – End of Year			<u>\$ 388,646</u>	

(1) Budgeted from Fund Balance

The Notes to the Basic Financial statements are an integral part of this statement.

Tobin & Co.

Milton Township Combining Balance Sheet Non-Major Governmental Funds March 31, 2005

Schedule 3

<u>Assets</u>	<u>Special Revenues</u>				<u>Total</u>
	<u>Parks</u>	<u>Liquor Law Enforcement</u>	<u>Farmland Preservation</u>	<u>Weathertop</u>	
Cash and Cash Equivalents	\$ 43,309	\$ 6,535	\$ 22,385	\$ 44,457	\$ 116,686
Special Assessment Receivable:					
Current	-	-	-	4,208	4,208
Deferred	-	-	-	312,666	312,666
Total Assets	<u>\$ 43,309</u>	<u>\$ 6,535</u>	<u>\$ 22,385</u>	<u>\$ 361,331</u>	<u>\$ 433,560</u>
 <u>Liabilities and Fund Equity</u>					
Liabilities:					
Deferred Revenue – Special Assessment	\$ -	\$ -	\$ -	\$ 316,874	\$ 316,874
Total	-	-	-	316,874	316,874
Fund Equity:					
Fund Balance – Unreserved	43,309	6,535	22,385	44,457	116,686
Total	43,309	6,535	22,385	44,457	116,686
Total Liabilities and Fund Balance	<u>\$ 43,309</u>	<u>\$ 6,535</u>	<u>\$ 22,385</u>	<u>\$ 361,331</u>	<u>\$ 433,560</u>

The Notes to the Basic Financial statements are an integral part of this statement.

Tobin & Co.

Milton Township Combining Statement of Revenues, Expenditures and Changes in Fund Balance Non-Major Governmental Funds March 31, 2005

Schedule 4

<u>Revenues</u>	<u>Special Revenues</u>				<u>Total</u>
	<u>Parks</u>	<u>Liquor Law Enforcement</u>	<u>Farmland Preservation</u>	<u>Weathertop</u>	
Licenses and Permits – Cable Fees	\$ 25,208	\$ -	\$ -	\$ -	\$ 25,208
Grants	10,000	1,292	-	-	11,292
Earned Interest	-	-	-	577	577
Special Assessment	-	-	-	35,254	35,254
Contributions	10,850	-	41,000	-	51,850
Total	46,058	1,292	41,000	35,831	124,181
<u>Expenditures</u>					
Public Safety	-	1,155	-	-	1,155
Public Works	-	-	18,615	-	18,615
Recreation and Culture	6,380	-	-	-	6,380
Debt Service	-	-	-	29,631	29,631
Total	6,380	1,155	18,615	29,631	55,781
<u>Excess Revenues (Expenditures)</u>	39,678	137	22,385	6,200	68,400
Fund Balance – Beginning of Year	3,631	6,398	-	38,257	48,286
Fund Balance – End of Year	\$ 43,309	\$ 6,535	\$ 22,385	\$ 44,457	\$ 116,686

The Notes to the Basic Financial statements are an integral part of this statement.

Tobin & Co.

Milton Township
2004 Property Tax Levy and Collections
For the Year Ended March 31, 2005

Schedule 5

	<u>Millage Rate</u>	<u>Adjusted Levy</u>	<u>Collected</u>	<u>Returned Delinquent</u>
County Tax	5.0437	\$ 1,097,824	\$ 1,031,485	\$ 66,339
Commission on Aging	0.3734	81,263	76,353	4,910
Medical Care Facility	0.7203	156,770	147,297	9,473
School District Tax	20.5700	2,546,269	2,446,029	100,240
State Education	6.0000	1,305,981	1,254,975	51,006
Intermediate School District	2.9732	647,135	621,862	25,273
District Library	0.4500	97,936	92,019	5,917
Township Taxes				
- General	0.9230	200,892	188,752	12,140
- Fire Protection	1.0000	215,056	202,109	12,947
- Ambulance	0.1844	40,124	37,700	2,424
- Roads	0.1568	34,117	32,055	2,062
- Property Tax Administration Fee		61,994	59,199	2,795
Total		<u>\$ 6,485,361</u>	<u>\$ 6,189,835</u>	<u>\$ 295,526</u>
Percent of Levy Collected	95.44%			
State Equalized Value		\$392,840,250		
Taxable Value		\$217,751,642		

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Milton Township
Statement of Revenues, Expenditures and Balance
Property Tax Administration Fees
For the Year Ended March 31, 2005

Schedule 6

Revenues

Property Tax Administration Fees	\$ 64,912
Total Revenues	<u>64,912</u>

Expenditures

Assessor (100%)	35,369
Board of Review (100%)	1,274
Treasurer – (75% of salary plus Deputy salary)	19,320
Supervisor (15%)	3,028
Clerk (5%)	1,255
Postage and Supplies	3,269
Contract Services (100%)	2,722
Travel (75%)	74
Education (75%)	135
Insurance, Utilities and Use of Building	<u>1,000</u>
Total	<u>67,446</u>
Excess Revenues (Expenditures)	(2,534)
Excess Revenues (Expenditures) – Prior Years	<u>(39,502)</u>
Accumulated Excess Revenues (Expenditures)	<u>\$ (42,036)</u>

The Notes to the Financial Statements are an integral part of this statement.